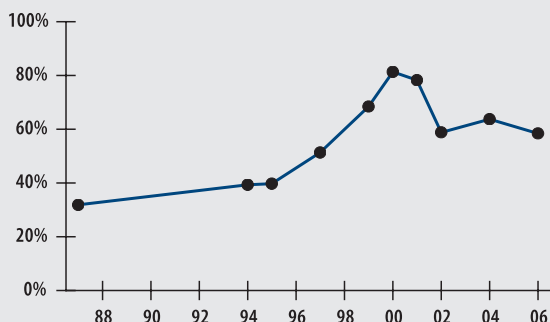
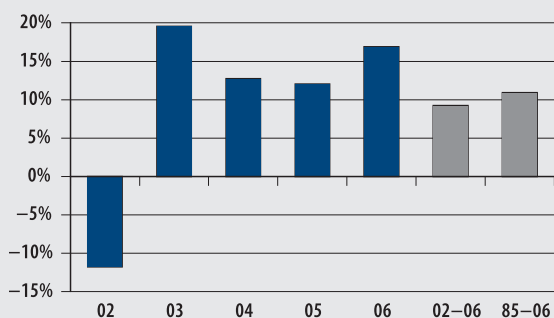


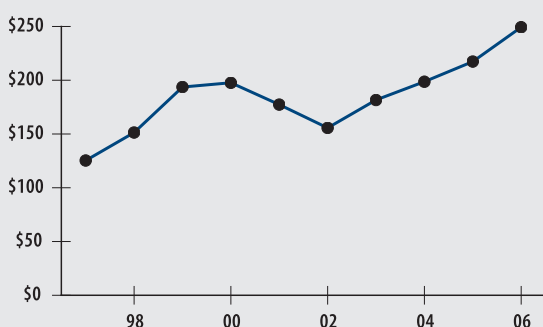
► **Funded Ratio (1987-2006)**



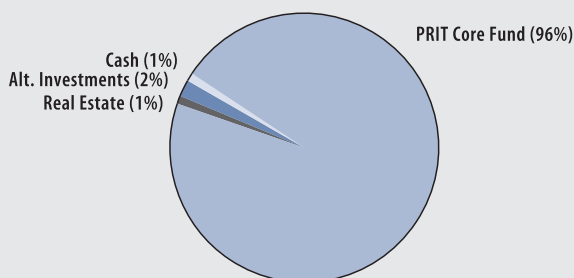
► **Investment Return (2002-2006, 5 Year and 22 Year Averages)**



► **Asset Growth (1997-2006) (Market Value in Millions)**



► **Asset Allocation (12/31/06)**



► **ACTUARIAL**

• Funded Ratio	58.5%
• Date of Last Valuation	01/06
• Actuary	Buck
• Assumed Rate of Return	8.25%
• Funding Schedule	4.5% Increasing
• Year Fully Funded	2028
• Unfunded Liability	\$152.4 M
• Total Pension Appropriation (Fiscal 2007)	\$14.2 M

	Active	Retired
• Number of Members	1,845	1,112
• Total Payroll/Benefit	\$75.2 M	\$23.3 M
• Average Salary/Benefit	\$40,800	\$21,000
• Average Age	46	NA
• Average Service	10.9 years	NA

► **INVESTMENT**

Real Estate

- Intercontinental Real Estate Investment Fund III, LLC
- Sentinel Realty Partners IV & V

Alternative Investments

- Ascent Venture Partners II, III, IV, L.P.
- Boston Millennia Partners, L.P.
- Boston Millennia Partners II, L.P.
- Charles River Partnership VII, VIII, IX, X, XI
- DN Partners, L.P.
- New England Growth Fund I & II, L.P.
- North Atlantic Venture Fund II & III
- Novus Ventures II, L.P.
- Senior Tour Players Fund I

General Allocation

- PRIT

Distribution Manager

- QCI Asset Management

Custodian

- Investors Bank & Trust

► 2006 Return	16.91%
► 2006 Target	8.50%
► 2006 Market Value	\$249.2 M
► 2002-2006 (Annualized)	9.26%
► 1985-2006 (Annualized)	10.93%